

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 2647 – SB 2999

March 20, 2012

SUMMARY OF AMENDMENT (014596): Deletes all language after the enacting clause. Creates a new specialty earmarked license plate for Sigma Gamma Rho Sorority, Inc. Exempts this plate from the three-year waiting period before reissuance after such plate has been deemed obsolete and invalid.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue –

\$4,200/General Fund/One-Time/FY12-13

\$30,800/Sigma Gamma Rho/FY12-13

\$35,000/Sigma Gamma Rho/FY13-14 and Subsequent Years

Increase State Expenditures - \$4,200/One-Time/FY12-13

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Revenue –

\$4,200/General Fund/One-Time/FY12-13

\$15,400/Sigma Gamma Rho/FY12-13

\$12,300/Tennessee Arts Commission/FY12-13

\$3,100/Highway Fund/FY12-13

\$17,500/Sigma Gamma Rho/FY13-14 and Subsequent Years

\$14,000/Tennessee Arts Commission/FY13-14 and Subsequent Years

\$3,500/Highway Fund/FY13-14 and Subsequent Years

Increase State Expenditures - \$4,200/One-Time/FY12-13

Assumptions applied to amendment:

- Revenue (1,000 plates at \$35.00 each).
- Expenditures (Production cost: 1,000 plates at \$4.25 each = \$4,250 one-time).
- According to the Department of Revenue, the cost of production has increased from \$3.76 per plate to \$4.25 per plate.

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- One thousand new plates will be purchased by individuals who currently do not have a specialty license plate.
- Net proceeds from the sale of such plates will be allocated as follows: 50 percent to Saint Jude Children's Research Hospital; 40 percent to the Tennessee Arts Commission; and 10 percent to the State Highway Fund.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/rct